

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

STARRED QUESTION NO:648
ANSWERED ON:10.05.2002
ASSETS OF SBI
GANTA SRINIVASA RAO

Will the Minister of FINANCE be pleased to state:

- (a) whether it is a fact that State Bank of India's net value of assets dipped to 121 per cent on account of India Millennium Deposit and VRS given to large number of employees;
- (b) if so, its impact on the bank activities; and
- (c) the remedial steps taken in this regard ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a)&(b): No, Sir. There was no reduction in State Bank of India's net value of assets on account of India Millennium Deposits (IMD) and Voluntary Retirement Scheme (VRS). However, the bank has reported that its net profit in year 2000-2001 recorded a decrease of 21.80 per cent as compared with profit in 1999-2000. This decline was mainly on account of IMD issue expenses and absorption of a portion of VRS related expenses in its Profit and Loss Account.

(c): Does not arise.